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Securities and Exchange Commission

8-92-8841

WASHINGTON, D.C. 20549

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FORM 10-Q

☒QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

☐TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 1992

For the transition period from ____ to ____
Commission file number 0-6265

MULTIMEDIA, INC.

(Exact name of registrant as specified in its charter)

South Carolina	57-0173540
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
305 South Main Street, Greenville, South Carolina	29601
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code (803) 298-4373

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.
Yes X No___

The number of shares outstanding for each of the issuer's classes of common stock, as of June 30, 1992:

Common Stock, $.10 par value

35,551,212 shares outstanding

PART I - FINANCIAL INFORMATION

Item 1 - Financial Statements.

The following consolidated financial statements are incorporated by reference from the Report to Shareholders for the quarter ended June 30, 1992.

Consolidated Statements of Earnings, three months and six months ended June 30, 1992 and 1991.

Consolidated Balance Sheets as of June 30, 1992 and December 31, 1991.

Consolidated Statements of Cash Flows, six months ended June 30, 1992 and 1991.

The information furnished reflects all adjustments consisting of only normally recurring accruals which are, in the opinion of management, necessary to a fair statement of the results for the interim period.

Item 2 - Management's Discussion and Analysis of Financial Condition and Results of Operations.

Discussion regarding the Company's financial condition and results of operations for the quarter ended June 30, 1992 is included in the Report to Shareholders attached hereto as an exhibit and incorporated herein by reference.

Year-to-date newspaper and broadcasting revenues and operating profits continue to be adversely affected by the sluggish retail advertising environment. Multimedia Cablevision includes the Company's security alarm business which has increased to 32,000 subscribers at the end of the second quarter of 1992 from 21,000 a year ago. The principal reason that the entertainment operating profit increase is less than the revenue increase is due to expenses related to the Company's television production business acquired in September 1991 which more than offset the related revenues.

Multimedia, Inc. has agreed, subject to satisfactory due diligence investigation and other conditions, to purchase cable television systems serving approximately 28,000 subscribers in Valparaiso and LaPorte, Indiana from Prime Cable Income Partners, L. P., an affiliate of Prime Cable, for $57.5 million. The ten franchises included in the purchase price are near our present Illinois cable systems and will increase Cablevision's subscriber base in the region to more than 94,000.

There have been no material adverse changes in the Registrant's financial condition during the quarter ended June 30, 1992 and reference is made to management's discussion and analysis relating to liquidity and capital resources which appeared on pages 13-19 of the Company's 1991 Annual Report.

PART II - OTHER INFORMATION

Item 6 - Exhibits and Reports on Form 8-K.

(a) Exhibits:

11. Computation of Primary and Fully Diluted Earnings per Share.

15. Independent accountants' report re unaudited interim financial information.

20. Report to Shareholders for the quarter ended June 30, 1992.

(b) Reports on Form 8-K. No reports on Form 8-K were filed during the quarter ended June 30, 1992.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Multimedia, Inc.
(Registrant)

August 7, 1992
(Date)

Robert E. Hamby, Jr.
Treasurer
Chief Financial Officer

August 7, 1992
(Date)

Thomas L. Magaha
Vice President-Controller

KPMG Peat Marwick

Certified Public Accountants

One Shelter Place, Suite 600
P.O. Box 10529
Greenville, SC 29603

The Board of Directors
Multimedia, Inc.:

We have made a review of the condensed consolidated balance sheet of Multimedia, Inc. and subsidiaries as of June 30, 1992 and the related condensed consolidated statements of earnings for the three-month and six-month periods ended June 30, 1992 and 1991 and the related condensed consolidated statements of cash flows for the six-month periods ended June 30, 1992 and 1991, in accordance with standards established by the American institute of Certified Public Accountants.

A review of interim financial information consists principally of obtaining an understanding of the system for the preparation of interim financial information, applying analytical review procedures to financial data, and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the condensed consolidated financial statements referred to above for them to be in conformity with generally accepted accounting principles.

We have previously audited, in accordance with generally accepted auditing standards, the consolidated balance sheet of Multimedia, Inc. and subsidiaries as of December 31, 1991, and the related consolidated statements of earnings, stockholders' equity (deficit), and cash flows for the year then ended (not presented herein); and in our report dated February 13, 1992, we expressed an unqualified opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying condensed consolidated balance sheet as of December 31, 1991, is fairly presented, in all material respects, in relation to the consolidated balance sheet from which it has been derived.

KPMG Peat Marwick

July 17, 1992